

OFFICE OF STATE PROCUREMENT

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MEMORANDUM

To: Agency Procurement Officials, Agency Purchasing Agents

From: Joseph A. Giddis,

Date: August 5, 2003

Subject: Data Mining Contracts

Contracts for which payment to the contractor is a percentage of funds recovered have been commonly referred to as "data mining" or "mining" contracts. While these contracts may not involve the expenditure of State appropriated funds they are state contracts and therefore, subject to the provisions of the Procurement Law, Governor's Executive Order-98-04 and the provisions of ACA 19-11-701 Ethics in Public Contracting.

CC:

Richard Weiss
Tim Leathers
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DF&A Administrators